

Senate File 2325 - Reprinted

SENATE FILE _____
BY COMMITTEE ON ECONOMIC GROWTH
(SUCCESSOR TO SSB 3199)

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to the grow Iowa values fund by allocating moneys
2 for the physical infrastructure assistance program and
3 changing certain job and wage requirements, and providing an
4 effective date.
5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
6 TLSB 5878SV 82
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1 1 Section 1. Section 15E.175, subsection 1, Code 2007, is
1 2 amended by striking the subsection and inserting in lieu
1 3 thereof the following:
1 4 1. The department shall establish a physical
1 5 infrastructure financial assistance program to provide
1 6 financial assistance for business or community physical
1 7 infrastructure development or redevelopment projects.
1 8 Physical infrastructure development or redevelopment projects
1 9 include but are not limited to infrastructure projects
1 10 involving any mode of transportation; public works and
1 11 utilities such as sewer, water, power, or telecommunications;
1 12 physical improvements which mitigate, prevent, or eliminate
1 13 environmental contaminants; and any other project deemed
1 14 appropriate by the department.
1 15 a. Physical infrastructure projects that create the
1 16 necessary infrastructure for economic success throughout Iowa,
1 17 that provide the foundation for the creation of quality,
1 18 high-wage jobs, and that involve substantial capital
1 19 investment may be eligible for financial assistance under the
1 20 program if within three years of the completion of the
1 21 project, the project meets certain performance measurements
1 22 established by the department. The performance measurements
1 23 may include but are not limited to a requirement for building
1 24 infrastructure projects involving tenant businesses that the
1 25 tenant businesses meet minimum job and wage requirements
1 26 pursuant to section 15G.112. If, at the end of the three-year
1 27 period, the project has not met the performance measurements
1 28 established by the department, the department may seek to
1 29 reclaim any funds granted through the program. At the
1 30 department's discretion, a project may be granted an
1 31 additional year of time to meet the performance measurements
1 32 of this subsection.
1 33 b. The department shall adopt rules governing the awarding
1 34 and use of funds pursuant to this section.
1 35 Sec. 2. Section 15G.111, subsection 1, paragraph a, Code
2 1 Supplement 2007, is amended to read as follows:
2 2 a. For the fiscal period beginning July 1, ~~2005~~ 2007, and
2 3 ending June 30, 2015, there is appropriated each fiscal year
2 4 from the grow Iowa values fund created in section 15G.108, the
2 5 following amounts for the purposes designated:
2 6 ~~(1) For the fiscal year beginning July 1, 2005, and ending~~
~~2 7 June 30, 2006, to the department of economic development~~
~~2 8 thirty-five million dollars for programs administered by the~~
~~2 9 department of economic development.~~
2 10 ~~(2) For each fiscal year of the fiscal period beginning~~
~~2 11 July 1, 2006, and ending June 30, 2007, to the department of~~
~~2 12 economic development thirty-three million dollars for programs~~
~~2 13 administered by the department of economic development.~~
2 14 ~~(3)~~ (1) For each fiscal year of the fiscal period
2 15 beginning July 1, 2007, and ending June 30, 2009, to the
2 16 department of economic development thirty million dollars for

2 17 the following programs administered by the department of
2 18 economic development.:
2 19 (a) The targeted small business financial assistance
2 20 program established pursuant to section 15.247.
2 21 (b) The community economic betterment program established
2 22 pursuant to section 15.317.
2 23 (c) The entrepreneurial venture assistance program
2 24 established pursuant to section 15.339.
2 25 (d) The value-added agricultural products and processes
2 26 financial assistance program established pursuant to section
2 27 15E.111.
2 28 (e) The physical infrastructure financial assistance
2 29 program established pursuant to section 15E.175.
2 30 (f) The loan and credit guarantee program established
2 31 pursuant to section 15E.224.

2 32 ~~(4)~~ (2) For each fiscal year of the fiscal period
2 33 beginning July 1, 2009, and ending June 30, 2015, to the
2 34 department of economic development thirty-two million dollars
2 35 for the following programs administered by the department of

3 1 economic development.:
3 2 (a) The targeted small business financial assistance
3 3 program established pursuant to section 15.247.
3 4 (b) The community economic betterment program established
3 5 pursuant to section 15.317.
3 6 (c) The entrepreneurial venture assistance program
3 7 established pursuant to section 15.339.
3 8 (d) The value-added agricultural products and processes
3 9 financial assistance program established pursuant to section
3 10 15E.111.
3 11 (e) The physical infrastructure financial assistance
3 12 program established pursuant to section 15E.175.
3 13 (f) The loan and credit guarantee program established
3 14 pursuant to section 15E.224.

3 15 Sec. 3. Section 15G.111, Code 2007, is amended by adding
3 16 the following new subsection:

3 17 NEW SUBSECTION. 8A. For the fiscal period beginning July
3 18 1, 2009, and ending June 30, 2015, from the moneys
3 19 appropriated each fiscal year from the grow Iowa values fund
3 20 created in section 15G.108, to the department for program
3 21 administration pursuant to subsection 1, paragraph "a", the
3 22 department may allocate up to five million dollars to projects
3 23 qualifying for assistance under the physical infrastructure
3 24 financial assistance program established pursuant to section
3 25 15E.175 which, notwithstanding section 15G.112, shall not be
3 26 subject to job or wage requirements. The department may
3 27 allocate moneys from the grow Iowa values fund above five
3 28 million dollars each year to projects qualifying for
3 29 assistance under the physical infrastructure financial
3 30 assistance program but such projects shall be subject to the
3 31 job and wage requirements of section 15G.112.

3 32 Sec. 4. Section 15G.112, subsections 1 and 3, Code 2007,
3 33 are amended to read as follows:

3 34 1. In order to be eligible to receive financial assistance
3 35 from the department from the moneys appropriated in section
4 1 15G.111, subsection 1, paragraph "a", from the grow Iowa
4 2 values fund to the department for programs administered by the
4 3 department, the average annual wage, including benefits, of
4 4 new jobs created must be equal to or greater than one hundred
4 5 thirty percent of the average county wage. For purposes of
4 6 this section, "average county wage" and "benefits" mean the
4 7 same as defined in section 15I.1.

4 8 3. In awarding moneys appropriated to the department
4 9 pursuant to section 15G.111, subsection 1, paragraph "a", from
4 10 the grow Iowa values fund for programs administered by the
4 11 department, the department shall give special consideration to
4 12 projects that include significant physical infrastructure
4 13 components designed to increase property tax revenues to local
4 14 governments.

4 15 Sec. 5. EFFECTIVE DATE. This Act, being deemed of
4 16 immediate importance, takes effect upon enactment.

4 17 SF 2325

4 18 tw:rj/cc/26